

### **COMBINED FEDERAL CAMPAIGN**

## 2005 Application Instructions for Local Federations

#### **BACKGROUND**

Enclosed is the model application for participation by local federations in the Combined Federal Campaign (CFC). The following instructions and form are intended to assist charitable federations in applying for participation in the CFC. All aspects of the CFC, including eligibility for participation, are strictly governed by Federal regulation. Copies of current CFC regulations are available in PDF and Word formats on our website at www.opm.gov/cfc. Additional copies of the appli-cation can also be downloaded from the website.

All required documents and attachments must be complete and submitted before the application deadline each year. Applicants whose applications do not contain documents or who submit in-complete or out-of-date documents will not be permitted to correct their applications during the appeals process.

Federations that apply for local eligibility and are found ineligible will have *one* opportunity to appeal to the Local Federal Coordinating Committee (LFCC) for reconsider-ation. If found ineligible on appeal by the LFCC, the federation may appeal the LFCC's decision to the Director of the Office of Personnel Management (OPM). The Director's decision is final for administrative purposes. Appellants should insure that their appeals are complete and responsive to the actual reasons for the LFCC denial decision.

Each LFCC determines the application deadline for federations seeking local eligibility. Since local dates will vary, please check with the local CFC for local application deadlines and filing information.

If a local application form is available, OPM suggests that federations use the local application provided when applying to the Combined Federal Campaign (CFC).

The CFC regulations, at 5 CFR §950.604, require that federations retain documents pertinent to the campaign for at least three completed campaign years. Documents requested by OPM must be made available within 10 business days of request.

FAXES OR ELECTRONIC SUBMISSIONS OF APPLICATIONS ARE NOT ACCEPTED

#### **DEFINITIONS**

**Federation** Legal name of the applicant federation. If the name of the federation is different from the name which appears on the IRS determination letter, IRS Form 990, audited financial statements, or annual report, official documentation from the IRS or a state government authorizing this name change must accompany the application. The Federal Tax ID Number must be included.

**4 Digit CFC No.** The number assigned to the federation in the previous year's campaign, if applicable.

**Mailing Address** A physical mailing address must be provided - Post Office Box addresses will not be accepted.

**Telephone** Organization's telephone number.

**Contact Person** The contact person is the individual to whom the CFC will direct communications. This may be any individual in the organization.

**Contact Address** Contact Person's physical mailing address if different than the organization's address. Post Office Boxes may not be used.

**Contact Telephone** Contact Person's telephone number, if different than the organization's number.

Fax Contact Person's fax number.

**Contact E-Mail Address** Contact person's electronic mail address.

**Federation Website Address** List the complete Internet address of the applicant federation (no e-mail addresses).

**Disbursement Address** List the address where paper checks will be sent, if different from mailing address. Post office boxes may be used for the disbursement address.

**Certifying Official** The certifying official is the individual who has the authority to affirm that all statements in the application are accurate.

#### INSTRUCTIONS

**New Federation Applicants** must submit, along with its application, the complete applications of all member organizations.

#### Item 1

Check the one appropriate box. Include as Attachment A a listing of all member organizations, including their legal names and administrative and fundraising rates. If applying for local or adjacent eligibility, make sure you include as Attachment A information on your local presence, or local presence through your member organizations, such as office location, hours of operations, etc. If applying for statewide elig-ibility make sure to include proof of statewide coverage as Attachment A. Federations applying for statewide eligibility must provide either a detailed description of the services and activities they provide to 30 percent of their target population in a given state OR a detailed description of

If a federation claims direct services, it must include a description of the human health and welfare benefits provided.

those activities covering 30 percent of the state's geo-

graphical boundaries, either directly or indirectly

through their member organizations.

#### Item 2

Include as Attachment B the federation's most recent IRS determination letter. If the name of the applicant organization differs on the IRS determination letter, IRS Form 990, audited financial statements, or annual report, documentation from the IRS or state government authorizing this name change must accompany the application. Interim IRS 501(c)(3) letters with expiration dates before December 31 of the year preceding the campaign year for which the organization is applying will be accepted only with proof of application to the IRS for permanent 501(c)(3) status.

#### Item 3

Check the one appropriate box.

#### Item 4

Include as *Attachment C* a detailed description of the programs, services, benefits, etc. provided by the federation or its member organizations within the previous year and <u>how</u> those programs, services, benefits, etc. affect the health and/or welfare of the target population.

#### Item 5

If the federation is required to submit audited financial statements, the certifying official must verify that the federation uses the accrual method of accounting. No other basis of accounting is acceptable under Generally Accepted Accounting Principles (GAAP). The cash basis, modified cash basis, and modified accrual basis are not acceptable methods of accounting under GAAP. Use of these other accounting methods will result in a denial. Newly created federations operating for less than one year are not required to submit audited financial statements. However, newly created federations operating for less than one year must submit unaudited financial statements covering the period of operation.

#### Item 6

Include as Check the one appropriate box. Attachment D a copy of the federation's annual audited financial statements. Combined and consolidated financial statements are not accepted unless the applicant's financial information is reflected in a separate audited combining or consolidating schedule. The audited financial statements must cover the fiscal period ending not more than 18 months prior to the January of the campaign year to which the federation is applying. The audited financial statements must verify that the federation is honoring designations made to each member The IRS Form 990 and audited organization. financial statements must cover the same fiscal period and be prepared using the accrual basis of accounting. If revenue and expenses on the two documents differ, these amounts must be reconciled either on the IRS Form 990, Parts IV-A and IV-B, or by the independent certified public accountant who completed the audit in an accompanying signed statement. For further information, please see CFC Memorandum 2004-11. (An applicant for federation status that is a newly created organization operating for less than twelve months is not required to submit audited financial statements. However, organization must submit unaudited financial statements that cover the period of operation. An applicant for federation status that has been operating for at least a year, whether or not as a federation, must submit audited financial statements.)

#### Item 7

Include as Attachment E a copy of the most recently completed, signed IRS Form 990, including signature on page 6 in the block marked "Signature of officer." The preparer's signature alone is not sufficient. A complete form includes all supplemental statements and schedules, if applicable, for the applicant federation. (A completed Form 990 is required to be eligible for the CFC even if the Internal Revenue Service does not require your federation to file the Form 990. IRS Forms 990EZ, 990PF, and comparable forms will not be accepted. However, smaller federations that file Form 990EZ may submit it with pages 1 & 2 of the Form 990 attached. The IRS Form and audited financial statements must cover the same fiscal period and be prepared using the accrual basis of accounting if annual revenue is \$100,000 or more. If revenue and expenses on the two documents differ, these amounts must be reconciled either on the IRS Form 990, Parts *IV-A* and *IV-B*, or by the independent certified public accountant who completed the audit in an accompanying signed statement.

#### **IMPORTANT NOTE:**

OPM prefers that applicants reconcile their revenues and expenses using page 4 of the IRS Form 990. All IRS Forms 990 MUST be signed by an official of the federation. For additional guidance about reconciling audited financial statements and IRS Forms 990, please refer to CFC Memorandum 2004-11.

#### Item 8

Check the one appropriate box. The annual percentage for administrative and fundraising expenses is computed only from IRS Form 990 by adding the amount spent on "management and general" (line 14) to "fundraising" (line 15) and dividing the resulting total by "total revenue" (line 12). No other method may be used to calculate this percentage. If the annual percentage for administrative and fundraising expenses is greater than 25.04%, include as Attachment F an explanation of the federation's management, general fundraising expenses and a formal plan to reduce expenses to 25% or less. Failure to separately submit an acceptable justification and plan for reducing expenses may result in a denial.

#### Item 9

Self-explanatory

#### Item 10

Self-explanatory

#### Item 11

Self-explanatory

#### Item 12

Self-explanatory

#### Item 13

Fill in name of state or entity.

#### Item 14

Federations receiving over 80% of revenue from government sources are not eligible to participate in the CFC. Certify only if revenue from government sources, line 1c on IRS Form 990, is 80% or less of line 12 of IRS Form 990. (Divide line 1c by line 12.) Medicaid and Medicare are not included as revenue from a government source.

#### **Item 15**

Self- Explanatory

#### Item 16

Self- Explanatory

#### Item 17

Include as Attachment G a copy of the federation's most recently completed annual report. The annual report must cover the fiscal year ending not more than 18 months prior to January of the campaign year to which the federation is applying or the preceding calendar year. It must contain a full description of the federation's activities and supporting services during the year covered by the report and identify its directors and chief administrative personnel. Attachment G must also include information about the terms of office for the applicant's governing board's officers and members and the dates, times and places of their meetings over the past year.

**Attachment** G must also include details of the membership dues and/or service charges received by the federation from the charitable organizations participating as members. The information should be clearly presented to allow the general public to understand the amounts raised, the source of contributions, the costs of fundraising, and how costs are recovered from donations. Federations are required to add this information as a permanent feature of the annual report made available to the public.

#### Item 18

Executive Order 13224 directs all U.S. persons, including agencies of the U.S. government, to take all appropriate measures within their authority to carry out its provisions. Pursuant to E.O. 13224, U.S. persons may not engage in various transactions with persons who commit or support terrorism including contributing funds to such persons or providing or receiving services from them. Also, the U.S. Department of State in consultation with the U.S. Department of Justice maintains a Terrorist Exclusion List, one effect of which is to deter donations or contributions to named organizations. Accordingly, OPM requires that all organizations that apply to participate in the CFC certify that they do not employ individuals or contribute funds to entities or persons on either the Department of Treasury's Office of Foreign Assets Control Specially Designated Nationals List (OFAC SDN) (www.treas.gov/offices/enforcement/ofac/sdn/index.h tml) or the Terrorist Exclusion List (TEL) (http://www.state.gov/s/ct/rls/fs/2004/32678.htm) Should any change in circumstances pertaining to the certification occur at any time, the organization must notify the Office of CFC Operations immediately.

The Office of CFC Operations will make available links to all relevant websites. See <a href="https://www.opm.gov/cfc/opmmemos/2003/list.asp">www.opm.gov/cfc/opmmemos/2003/list.asp</a>.

#### Item 19

Include as Attachment H, a statement in 25 words or less that describes the federation's program activities. The statement should not repeat the federation's name, but must include the legal name as registered with the IRS if the federation does business under a different name. All federations must include

their IRS Employee Identification Number (EIN) regardless of whether or not they are operating under a "dba" ("doing business as"). The statement must also include a telephone number that can be reached from any location in the U.S. and the federation's administrative and fundraising rate. The legal name listing, telephone number, EIN, and administrative and fundraising rate will NOT count as part of the 25word statement. An Internet address where information on the organization can be obtained may be included and will not count toward the 25 words. OPM will not be responsible for incorrect Internet addresses. E-mail addresses are not accepted. Include in this attachment the 25-word statements for all member organizations.

Special design text used to draw attention to a federation title, such as special fonts, capitalization, quotations, and underlining, are not accepted. Any statement that uses special features or exceeds 25 words will be edited by the LFCC. Federations will be listed by their legal IRS recognized name as it appears on the IRS determination letter only unless the appropriate legal documen-tation permitting otherwise is provided with the application. The appropriate format is as follows:

**0000** Name of Federation (202) 555-1234 www.opm.gov/cfc (Legal Name of Federation, if applicable) EIN#12-3456789 The description will contain no more than 25 words. It should be worded so the donor understands the program services provided. **4.2%** 

**IMPORTANT:** All application information must be specific to the applicant federation. Regional and/or national materials will not be accepted for local chapters.

#### **Important**

Dated Information Enclosed

# 2005 Chicago Area Combined Federal Campaign (CFC)

Local Federation Application

### **Local Application Deadline:**

FRIDAY, APRIL 8, 2005 5:00 p.m. CDT

Organizations must apply every year in order to be eligible to receive donations from CFC.

Please mail application and attachments to:

Chicago Federal Executive Board 230 S. Dearborn, Suite 3816 Chicago, IL 60604

All applicants will be notified by mail of the LFCC determination concerning their application. Questions may be directed to the FEB at 312-353-6790 or CFC Director at 312-379-0190. A public meeting will be held by the LFCC to announce the decision of eligibility. Call the FEB for the exact date, time and location.

1995 CFC Regulations remain in effect

### **COMBINED FEDERAL CAMPAIGN**

## 2005 APPLICATION FOR LOCAL FEDERATIONS

rederation:				
4 Digit CFC Number (I	If a participant in the	last year's CFC	:	
Mailing Address:	(Post Office Box ad	ldresses are not a	ccepted and may result in automatic disq	qualification.
Telephone Number	( )			
Contact Person:				
Contact Address:	(If different from th	e above address.	All CFC correspondence will be sent to	this address.
Contact Telephone:	( )		Fax: ()	
Contact E-Mail Addr	ess:			
Federation Internet A	ddress:			
Disbursement Address:		ss where paper c	hecks will be sent.)	
CERTIFYING OFFICIAL I,	(Name)	, am the duly	appointed representative of	
(Federapplication.	ration)	_ authorized to c	ertify and affirm all statements enclos	ed in this
			(Signature)	
			(Typed or Printed Name)	
Date Completed			(Title)	

Local Federations must submit a Combined Federal Campaign Federation application. The information that your federation provides must apply to the federation entity rather than to individual member agencies.

If this is the first time your federation is applying or if your federation was found ineligible last year and was not listed as a federation in the CFC Donor Guide, then you must submit a completed Federation Application for your federation and Local Unaffiliated or Federation Member application for each of your member agencies.

In case your federation is found not eligible and you wish to be considered as an unaffiliated member, you must submit a Local Unaffiliated or Federation Member application for your federation with all attachments by the application deadline. Do not forget to include attachment C that documents how your organization (not member agencies) provides real benefits and services to the public.

If you have been previously accepted as a federation, you must submit a completed Federation Application and Local Unaffiliated or Federation Member Applications for any new member agencies.

The following criteria as outlined in the 5CFR Part 950.303 must be met:

- □ Your local federation must have 15 or more eligible member agencies.
- □ Eligibility must be re-established yearly, and an updated member list must be provided. 950.303(c) and 950.303(e)(1)
- □ Your local federation, having been properly established, may certify your member agencies as eligible to be included on a local list and receive funds. 950.303(d)

You must ensure that your member organizations comply with all eligibility requirements OR identify to the LFCC any member agencies that fail to meet such requirements. The LFCC may require any member agency of a local federation to supply independent evidence of its eligibility.

After an opportunity for a hearing on the record, the Director may decertify any local federation at any time when such local federation falsely certifies the eligibility of any of its member agencies.

#### Other criteria:

- Your federation and member agencies must include their IRS Employee Identification Number within the description.
- "Doing Business As" (DBA) name and Legal Name for your federation and member agencies will be printed in the donor guide. If a DBA name is used, a copy of the IRS or state letter showing that "DBA" name needs to be included in the application.

NOTE: All application information must be specific to the applicant federation. Regional and/or national materials will not be accepted for local chapters.

1)	Place a check in the <i>one</i> appropriate box:
	I certify that the federation named in the application has a substantial <u>local presence</u> in the geographical area covered by the local campaign either itself or through its member organizations. (Substantial local presence is defined as a staffed facility, office or portion of a residence dedicated exclusively to that federation, available to members of the public seeking its services or benefits. The facility must be open at least 15 hours a week and have a telephone dedicated exclusively to the federation.) Include as ATTACHMENT A supporting statements and/or documentation of substantial local presence.
	OR
	I certify that the applicant federation named in the application has a substantial <u>local presence</u> in the geographical area covered by an adjacent local campaign either itself or through its member organizations. (Substantial local presence is defined as a staffed facility, office or portion of a residence dedicated exclusively to that federation, available to members of the public seeking its services or benefits. The facility must be open at least 15 hours a week and have a telephone dedicated exclusively to the federation.) Include as ATTACHMENT A supporting statements and/or documentation of substantial local presence in an adjacent campaign.
	OR
	I certify that the federation named in the application has a substantial <u>statewide presence</u> either itself or through its member organizations. (Substantial statewide presence is defined as providing or conducting real services, benefits, assistance or program activities covering 30 percent of the state's geographic boundaries OR providing or conducting real services, benefits, assistance or program activities affecting 30 percent of the target population in the given state.) Include as ATTACHMENTA supporting statements and/or documentation of substantial statewide presence.
2)	I certify that the Internal Revenue Service recognizes the federation named in this application as tax-exempt under 26 U.S.C. 501(c)(3) and to which contributions are tax deductible pursuant to 26 U.S.C. 170. Include a copy of the most recent IRS determination letter as ATTACHMENT B. (Interim 501(c)(3) letters with expiration dates before December 31 of the year preceding the campaign year for which the organization is applying will be accepted only with proof of application to the IRS for permanent 501(c)(3) status.) If the name of the applicant organization is different from the name which appears on the IRS determination letter, IRS Form 990, IRS determination letter, audited financial statements, or annual report, efficial documentation from the IRS or state government authorizing this name change must accompany the application. The Federal Tax ID Number must be included.

3)	Place a check in the <i>one</i> appropriate box:
	I certify that the expenses of the federation named in this application connected with lobbying and all attempts to influence voting or legislation at the local, state or Federal level would classify it as a tax-exempt agency under 26 U.S.C. 501(h).
	OR
	I certify that the federation named in this application does not engage in lobbying nor does it attempt to influence voting or legislation at the local, state or Federal level.
4)	I certify that the federation named in this application is a human health and welfare federation providing services, benefits, or assistance to, or conducting activities that directly or indirectly affect, human health and welfare either itself or through its member organizations. If a federation claims direct services, it must include supporting information that describes the human and welfare benefits provided within the previous year. Include as ATTACH-MENT C supporting information that describes the health and welfare benefits provided within the previous year.
5)	I certify that the federation named in the application accounts for its funds in accordance with generally accepted accounting principles (GAAP). Note: The only acceptable basis of accounting under GAAP is the accrual method. Cash basis, modified cash basis, and modified accrual basis are not acceptable methods of accounting under GAAP.
6)	Place a check in the <i>one</i> appropriate box:
	I certify that the federation named in the application was audited in accordance with generally accepted auditing standards (GAAS) by an independent certified public accountant in the immediately preceding year. Include a copy of the federation's most recently completed audited financial statements as ATTACHMENT D. Combined and consolidated financial statements are not accepted unless the applicant's financial information is reflected in a separate audited combining or consolidating schedule. (The audited financial statements must cover the fiscal period ending not more than 18 months prior to the January of the campaign year to which the federation is applying. The audited financial statements must verify that the federation is honoring designations made to each member organization. The IRS Form and audited financial statements must cover the same fiscal period and be prepared using the accrual basis of accounting. If revenue and expenses on the two documents differ, these amounts must be re-conciled either on the IRS Form 990, Parts IV-A and IV-B, or by the certified public accountant who completed the audit in an accompanying signed statement. For further information, please see CFC Memorandum 2004-11.)
	OR
	I certify that the federation named in the application has been operating for less than one year and therefore is not required to submit audited financial statements. Include a copy of the federation's <i>unaudited</i> financial statements covering the period of operation as <i>ATTACHMENT D</i> .

7)	Include as ATTACHMENT E a copy of the most recently completed IRS Form 990, including signature on page 6 in the box marked "Signature of officer." The preparer's signature alone is not sufficient. NOTE: If the Internal Revenue Service does not require your federation to file the Form 990, you must still complete one in accordance with IRS regulations to be eligible for the CFC. IRS Forms 990 EZ, 990PF, and comparable forms are not accepted. However, smaller federations that file Form 990EZ may submit it with pages 1 & 2 of the Form 990 attached. (The IRS Form and audited financial statements must cover the same fiscal period and be prepared using the accrual basis of accounting. If revenue and expenses on the two documents differ, these amounts must be reconciled either on the IRS Form 990, Parts IV-A and IV-B, or by the certified public accountant who completed the audit in an accompanying signed statement.)
8)	Place a check in <i>one</i> appropriate box:
	I certify that the federation named in this application has spent 25% or less of its total support and revenue on administrative and fundraising expenses during the year covered by its sub-mitted IRS Form 990. The actual percentage of administrative and fundraising expenses is%. This percentage has been computed from information on the IRS Form 990 by adding the amount spent on "management and general" (line 14) to "fundraising" (line 15) and dividing the resulting total by "total revenue" (line 12). No other method may be used to calculate this percentage.
	OR
	I certify that the federation named in this application has spent in excess of 25% of its total support and revenue on administrative and fundraising expenses during the year covered by its submitted IRS Form 990. The actual percentage of administrative and fundraising expenses is% and this percentage is reasonable under the circumstances. Include as <i>ATTACHMENT F</i> an explanation of the federation's management, general, and fundraising expenses and a formal plan to reduce these expenses to 25% or less of its total support and revenue. For any member organization that has spent more than 25% of its total support and revenue on administrative and fundraising expenses during the year covered by its submitted IRS Form 900, also include as <i>ATTACHMENT F</i> an administrative cost explanation and formal plan from the member organization.

9)	conflict of interest and a majority of which serve without compensation, directs the federation named in this application.
10)	I certify that the federation named in this application prohibits the sale or lease of CFC contributor lists.
11)	I certify that the federation named in this application conducts publicity and promotional activities based upon its actual programs and operations, that these activities are truthful and non-deceptive, include all material facts, and make no exaggerated or misleading claims.
12)	I certify that the federation named in this application effectively uses the funds contributed by  federal personnel for its announced purposes.
13)	I certify that the federation named in this application is chartered/incorporated under a governmental entity. This entity or state is
14)	I certify that the federation named in this application has in the preceding year received no more than 80 percent of its total support and revenues from government sources. (Revenue from government sources must be computed from the IRS Form 990 by dividing line 1c by line 12.)
15)	I certify that all listed member organizations of the federation meet all eligibility criteria of 5 CFR §§§ 950.202, 950.203 and 950.204 to be included on the local list.
16)	I certify that the federation named in this application does not employ, in its CFC operations, the services of private consultants, consulting firms, advertising agencies or similar business organizations to perform the policy-making or decision-making functions in the CFC.
17)	I certify that the federation named in this application prepares and makes available to the public an annual report that includes a full description of the federation's activities and supporting services, member fees and/or service charges, and identifies its directors/governing body and chief administrative personnel. Include as <i>ATTACHMENT G</i> a copy of the most recently completed annual report. The annual report must cover the fiscal year ending not more than 18 months prior to January of the campaign year to which the federation is applying or the preceding calendar year. <i>Attachment G must also include information about the membership dues and/or service charges received by the federation from the charitable organizations participating as members. The information should be clearly presented to allow the general public to understand the amounts raised the sources of contributions, the cost of fundraising, and how costs are recovered from donations. Federations are required to add this information as a permanent feature of the annual report available to the public. In addition, federations are to include terms of office for the applicant's governing board's officers and members and the dates, times and places of the board's meetings over the past year.</i>

Date			
Certify	ring Official's Signature & Title		
AND :	TTIFY THAT I HAVE READ ALL THE CERTIFICATIONS SET FORTH IN THS DOCUMENT THAT MY SIGNATURE BELOW SIGNIFIES THAT I ACKNOWLEDGE AND AGREE WITH I CERTIFICATIONS.		
19)	Include as <i>Attachment H</i> the 25-word statement for listing the federation in the campaign brochure. Also include with <i>Attachment H</i> a 25-word statement <i>for each member organization</i> .		
	organization named in this application does not knowingly employ individuals or contribute funds to entities or persons on either the Department of Treasury's Office of Foreign Assets Control Specially Designated Nationals List or the Terrorist Exclusion List. Should any change in circumstances pertaining to this certification occur at any time, the organization will notify OPM's Office of CFC Operations immediately.		

#### **NOTE:**

Applications will not be accepted if submitted electronically or by facsimile. The certifying official's signature in the federation application must be original. Federations are permitted to provide photocopies of the certifying official's signatures of its members if it has the original on file. The LFCC reserves the right to request a copy of the original signature. Automatic pens and/or signature stamps may not be used.

#### **Public Burden Statement**

We think this form takes an average of 3 hours to complete, including the time for getting the needed data and reviewing both the instructions and completing the form. Send comments regarding our estimate or any other aspects of this form, including suggestions for reducing completion time to Office of Personnel Management (OPM), OPM Forms Officer, Paperwork Reduction Project (3206-0131), Washington, DC 20415-7900. The OMB number 3206-0131 is currently valid. OPM may not collect this information, and you are not required to respond, unless this number is displayed.